1086-10a

TEMPORARY

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF

NEVADA HERETOFORE APPROPRIATED
Date of filing in State Engineer's Office MAR 01 2001
Returned to applicant for correction
Corrected application filed
Map filed

The applicant Santa Fe Pacific Gold Corporation by Paul M. Pettit, Agent, hereby makes application for permission to change the point of diversion & place of use of water heretofore appropriated under Permit 56406

1. The source of water is Underground; Lone Tree Mine; Well WW-22
2. The amount of water to be changed 9.0000 cfs; 3144.00 acre feet
3. The water to be used for Mining. Milling, and Dewatering
4. The water heretofore permitted for Mining, Milling and Dewatering
5. The water is to be diverted at the following point NW¼ SE¼ of Section 11, T.34N., R.42E. M.D.M.,, or at a point from which the southeast corner of said Section 11 bears S. 44° 44′ 57′ E. a distance of 3,260.0 ft. (see attached map)
6. The existing permitted point of diversion is located within SE¼ NE¼ of Section 11 T.34N R.42E, M.D.M., at a point from which the southwest corner of Section 12, T.34N., R.42E. M.D.M. bears S. 16° 38' 37" E. a distance of 3,365.40 feet.
7. Proposed place of use Sections 1, 2, 3, 10, 11, 12, 13, 14, 15, 22, 23, 24, and 27, T34N, R42E M.D.M., and south half of the NE quarter and north half of the SE quarter of Section 29 T35N, R43E, M.D.M.
8. Existing place of use Sections 1, 2, 3, 10, 11, 12, 13, 14, 15, 22, 23, and 27, T34N, R42E M.D.M., and south half of the NE quarter and north half of the SE quarter of Section 29 T35N, R43E, M.D.M.
9. Use will be from January 01 to December 31 of each year.
10. Use was permitted from January 01 to December 31 of each year.
11. Description of proposed works Well, pump, motor, distribution system
12. Estimated cost of works completed
13. Estimated time required to construct works completed
14. Estimated time required to complete the application of water to beneficial use N/A
15. Remarks: This application is submitted according to Well Spacing Order 1086.
By s/Paul M. Pettit P. O. Box 669

Compared my/CMF cmf/ds Protested

Carlin, Nevada 89822

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions.

This temporary permit to change the point of diversion and place of use of the waters of an underground source as heretofore granted under Permit 56406 is issued subject to the terms and conditions imposed in said Permit 56406 and with understanding that no other rights on the source will be affected by the change proposed herein. A totalizing meter must be installed and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the Proof of Completion of Work is filed.

This temporary permit does not extend the permittee the right

of ingress and egress on public, private or corporate lands.

The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the groundwater basin.

The issuance of this temporary permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies, and is specifically issued contingent upon approval by the Nevada Division of Environmental Protection of the dewatering project.

The total combined diversion rate of Permits 54761, Certificate 14565; 54763, Certificate 14566; 56406, Certificate 14567; 56407; 56578; 56951; 57103; 59243; 59244; 59245; 59246; 59247; 59248; 59249; 59250; 59251; 59627; 59629; 60288; 60289; 60290; 60291; 60292; 60293; 60294, Certificate 15285; 60295, Certificate 15286; 60296, Certificate 15287; 60297; 60298, Certificate 15288; 60300; 60301; 60302; 60303, Certificate 15289; 60606; 60605 60606; 60685, Certificate 15290; 62608; 62609; 62610; 62612; 62778; Temporary Permits 66016-T through 66029-T, inclusive, 66723-T, Temporary Permits 67273-T through 67286-T, inclusive, and Secondary Permits 62320S-1, 62320S-2, 62320S-3, 62320S-4, 62320S-5 and 62320S-6 will not exceed 49,400 gallons per minute or 110.06 cubic feet per second for mining, milling and dewatering purposes.

The total volume of water allowed to be diverted under the above-mentioned permits and for the same purposes will not exceed 79,682 acre-feet annually (AFA).

The total combined consumptive duty for mining and milling purposes under the above-mentioned permits and any changes of these permits, with the exception of 62320S-3, 62320S-4 and 62320S-6, must not exceed 6,047 AFA. An additional 10,646 AFA is

authorized for substitutive uses.

All water diverted but not used for mining or milling purposes will be discharged to the Iron Point Relief Canal via the aqueduct completed in June of 1993.

All water diverted will be measured and reported to the State Engineer on a monthly basis. The report will include the amount of water diverted from each well, the amount of water used for mining and milling purposes, and the amount discharged to the Iron Point Relief Canal. This report shall include the amount of water delivered to any other projects. This report must be submitted to the State Engineer within 15 days of the last day of the preceding month.

This temporary permit is issued subject to the "Lone Tree Mining, Inc. Unified Monitoring Plan", dated March 27, 1993.

The State Engineer will retain the right to require additional monitoring over and above the monitoring required in the monitoring plan mentioned and also will retain the right to seek other disposal options of water discharged to the Iron Point Relief Canal. The State Engineer retains the right to regulate discharge based on flood considerations.

The permittee, on a schedule acceptable to the State Engineer, will prepare and present an update on the activities of the mine and the monitoring plan on a periodic basis, but not less than two times a year.

(CONTINUED ON PAGE 3)

Page 3 of 3 (PERMIT TERMS CONTINUED)

This temporary permit also incorporates the provisions of Amended Orders 1085 and 1086, issued by the State Engineer on January 21, 1994.

This temporary permit is issued pursuant to the provisions of NRS 533.345 Section 2 and will expire on **June 17, 2002** at which time all rights herein granted shall revert to the right being changed by this temporary permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 9.0 cubic feet per second, but not to exceed 3.144 acre-feet annually.

Work must be prosecuted with reasonable diligence and be completed on or before:

Proof of completion of work shall be filed before:

Water must be placed to beneficial use on or before:

Proof of the application of water to beneficial use shall be filed on or before:

Map in support of proof of beneficial use shall be filed on or before:

IN TESTIMONY WHEREOF, I, HUGH RICCI, P.E.,

State Engineer of Nevada, have hereunto set

my hand and the seal of my office,

this 18th day of June A.D. 2001

State Engineer

EXPIRED
DATE JUN 1 7 2002